MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

GENERAL INFORMATION

Requestor Name

GRAPEVINE SURGICARE PARTNERS

MFDR Tracking Number

M4-17-2569-01

MFDR Date Received

MAY 1, 2017

Respondent Name

NEW HAMPSHIRE INSURANCE CO

Carrier's Austin Representative

Box Number 19

REQUESTOR'S POSITION SUMMARY

<u>Requestor's Position Summary</u>: "At this time we are requesting that this claim paid in accordance with the 2016 Texas Workers Compensation Fee Schedule and Guidelines."

Requestor's Supplemental Position Summary: "I don't show that we have gotten any payment other than the original."

Amount in Dispute: \$574.28

RESPONDENT'S POSITION SUMMARY

<u>Respondent's Position Summary</u>: "Please see the new EOB with check# and payment history screen showing payment."

Response Submitted by: AIG

SUMMARY OF FINDINGS

Dates of Service	Disputed Services	Amount In Dispute	Amount Due
October 27, 2016	Ambulatory Surgical Care Services for Knee Surgery CPT Code 29889-59-LT	\$0.00	\$0.00
	HCPCS Code L8699	\$574.28	\$154.08
TOTAL		\$574.28	\$574.28

FINDINGS AND DECISION

This medical fee dispute is decided pursuant to Texas Labor Code §413.031 and applicable rules of the Texas Department of Insurance, Division of Workers' Compensation.

Background

1. 28 Texas Administrative Code §133.307 sets out the procedures for resolving a medical fee dispute.

- 2. 28 Texas Administrative Code §133.10 sets out the general medical billing procedures.
- 3. 28 Texas Administrative Code §134.402, titled *Ambulatory Surgical Center Fee Guideline*, sets out the reimbursement guidelines for ambulatory surgical care services.
- 4. The services in dispute were reduced/denied by the respondent with the following reason codes:
 - The benefit for this service is included in the payment/allowance for another service/procedure that has been performed on the same day.
 - Additional payment made on appeal/reconsideration.
 - This implant charge was reimbursed according to review by ForeSight Medical.
 - The service is considered incidental, packaged, or bundled into another service or APC payment.

Issues

- 1. What is the applicable rule for determining reimbursement of the disputed services?
- 2. What is the recommended payment for the services in dispute? Is the requestor entitled to additional reimbursement?

Findings

1. The requestor is seeking additional reimbursement of \$574.28 for HCPCS code L8699, rendered to the claimant on October 27, 2016.

The fee guideline for Ambulatory Surgical Care services is found in 28 Texas Administrative Code §134.402

2. 28 Texas Administrative Code §134.402(d) states,

For coding, billing, and reporting, of facility services covered in this rule, Texas workers' compensation system participants shall apply the Medicare payment policies in effect on the date a service is provided with any additions or exceptions specified in this section.

The definitions for the codes billed are:

- CPT code 24342-Reinsertion of ruptured biceps or triceps tendon, distal, with or without tendon graft
- HCPCS code L8699 Prosthetic implant, not otherwise specified.

To determine if the requestor was appropriately reimbursed, the division refers to 28 Texas Administrative Code §134.402(f)(2)(B)(i).

28 Texas Administrative Code §134.402(f)(2)(B)(i) states, "The reimbursement calculation used for establishing the MAR shall be...(B) if an ASC facility or surgical implant provider requests separate reimbursement for an implantable, reimbursement for the device intensive procedure shall be the sum of: (i) the lesser of the manufacturer's invoice amount or the net amount (exclusive of rebates and discounts) plus 10 percent or \$1,000 per billed item add-on, whichever is less, but not to exceed \$2,000 in add-on's per admission."

The Division reviewed the invoices and ACL Implants/Chargeables report and finds the MAR for the implantables is:

Implant	No. Of Units	Unit Cost	10% not to exceed \$1,000 per billed item add-on, whichever is less, but not to exceed \$2,000 per admission	MAR (Cost + 10%)
Peek Tenodesis 7X10 (AR- 1670-PS)	1	\$315.00	\$31.50	\$346.50

Bio Pushlock 3.5mm (AR- 1926BC)	2	\$400.00	\$40.00	\$440.00 X 2 = \$880.00
Biceps Button (AR-2261)	1	\$422.00	\$42.20	\$464.20
Button Inserter (AR-2262)	1	\$200.00	\$20.00	\$220.00
Drill Pin (AR-2263)	1	\$165.00	\$16.50	\$181.50

The Division finds the total allowable for the implantables is \$2,092.20. The respondent paid \$1,072.42. The difference is \$1,019.78. The requestor is seeking a lesser amount of \$574.28.

Conclusion

For the reasons stated above, the Division finds that the requestor has established that additional reimbursement is due. As a result, the amount ordered is \$574.28.

ORDER

Based upon the documentation submitted by the parties and in accordance with the provisions of Texas Labor Code Sections 413.031 and 413.019 (if applicable), the Division has determined that the requestor is entitled to additional reimbursement for the services involved in this dispute. The Division hereby ORDERS the respondent to remit to the requestor the amount of \$574.28 plus applicable accrued interest per 28 Texas Administrative Code §134.130, due within 30 days of receipt of this Order.

Authorized Signature

		7/12/2017	
Signature	Medical Fee Dispute Resolution Officer	Date	

YOUR RIGHT TO APPEAL

Either party to this medical fee dispute has a right to seek review of this decision in accordance with 28 Texas Administrative Code §133.307, 37 *Texas Register* 3833, applicable to disputes filed on or after June 1, 2012.

A party seeking review must submit a **Request to Schedule a Benefit Review Conference to Appeal a Medical Fee Dispute Decision** (form **DWC045M**) in accordance with the instructions on the form. The request must be received by the Division within **twenty** days of your receipt of this decision. The request may be faxed, mailed or personally delivered to the Division using the contact information listed on the form or to the field office handling the claim.

The party seeking review of the MFDR decision shall deliver a copy of the request to all other parties involved in the dispute at the same time the request is filed with the Division. **Please include a copy of the** *Medical Fee* **Dispute Resolution Findings and Decision** together with any other required information specified in 28 Texas Administrative Code §141.1(d).

Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.